

PROPERTY TAXES AND IDAHO'S SYSTEM

Interim Legislative Property Tax Committee

June 29, 2005

Idaho Statehouse - Boise

Prepared by:



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FY2002 IDAHO TAX/FISCAL SYSTEM

1.	Local Property taxes (2001 Levy Year) =	\$948.5 M
2.	State Budget Funds =	\$4,180.3 M
	a. \$1,979.5 M General Funds	
	b. \$541.3 M Dedicated	
	c. \$1,414.3 M Federal	
	d. \$245.2 M Other (Est.)	
3.	Net State/Federal Intergovernmental = (Revenue to Local Governments)	\$285.8 M
4.	a. Local Fees, Licenses, fines, etc. = (From U.S. Bureau of Census 2002)	\$1,182.5 M
	b. Other Local Revenue = (Interest earnings/Property Sales)	<u>\$98.4 M</u>
	TOTAL =	\$6,695.5 M

- Sources:
- 1) State Tax Commission and Associated Taxpayers of Idaho 2001 Property Tax Levy Reports
 - 2) State of Idaho Executive Budget (FY2004). Appendix on Agency Expenditures by Fund. FY2002 Actual. Section C, p. 1-7.
 - 3) Tax Foundation. Federal Tax Burdens and Expenditures by State. Report #124, July 2003, p. 1-12.
 - 4) Associated Taxpayers of Idaho. State and Federal Revenue Sharing to Local Governments. August 2003.
 - 5) FY2002 U.S. Census. State and Local Government Finances Summary. Table 1 – Idaho.
 - 6) State Fiscal Sourcebook and LBO Spreadsheets

3. NET STATE/FEDERAL
INTERGOVERNMENTAL REVENUE
(To Local, Non-school Taxing Districts)

WHERE FROM (Some Funds)		WHERE TO (Three Largest)	
States Sales Tax (Rev./Share, Inv./Rplc.)	\$108.0 M	Counties	\$92.6 M
State Hwy. Fuels/Regis. Fees	\$112.8 M	Cities	\$55.4 M
National Forest Funds (70% Roads)	\$14.0 M	Roads (Hwy. Dist., Cities, Counties)	\$130.8 M
Federal Lands Pmt. In Lieu of Taxes (PILT)	\$13.9 M	All Others	<u>\$7.0 M</u>
State Paid Agri. Pers. Prop. Tax (less \$6.9 Sch.)	\$6.5 M		\$285.8 M
State Liquor Tax (60% Cities, (40% Counties)	\$12.8 M		
All Others/incl. \$12.8M Cir. Bkr.	<u>\$17.8 M</u>		
	\$285.8 M		

HISTORY OF PROPERTY, INCOME AND SALES TAXATION IN IDAHO

Shifting from Near Sole Reliance on Property Taxes to the “Three-Legged Stool”

1863 - 1899	Tax revenue came principally from property taxes. Other taxes: \$4 poll tax per male ages 21 to 50 and various business licenses / fees.
1931	State Income Tax instituted - Property Tax Relief Act of 1931.
1965 – 1987	Sales Tax Act = 3 ¢ (March 1983 = 4 ¢, June 1983 = 4.5 ¢, July 1984 = 4.0 ¢, April 1986 = 5 ¢ temporary, July 1987 = 5 ¢ permanent)
1982	Homeowner Exemption Initiative passes (\$50,000 / 50%). In 1980 it was \$10,000 / 20%.
1991	Repealed the 5% budget or levy property tax cap of 1981. Instituted “Truth in Taxation” for 5% plus M&O budget increases.
1992 - 1996	1% Property Tax Initiatives defeated. (In 1995 25% of school M&O levy shifted to sales tax. 3% budget cap, plus growth on other local governments.)
2003	Sales Tax – increased rate “temporary” May 2003 through June 2005 (6% rate). Increased cigarette tax from 28¢ to 57¢ per pack, July 2003 - June 2005, Made Permanent.

Source: Associated Taxpayers of Idaho

SELECTED STATE/LOCAL TAX COLLECTIONS

(\$'s Millions)

	<u>1945</u>	<u>1970</u>	<u>1995</u>	<u>2004</u>
STATE TAXES (Fiscal Year)				
Property	\$2.0 M est.	\$0.4 M	\$0.0 M	\$0.0 M
Ind. Income	3.2	40.5	601.7	908.0
Corp. Income	1.6	10.3	131.9	103.8
Sales	NA	41.6	574.0	1,028.7
Subtotal	\$6.8 M	\$92.8 M	\$1,307.6 M	\$2,040.5 M

LOCAL TAXES (Levy Year)

Property	\$17.6 M	\$102.1 M	\$664.2 M	\$1,140.8 M
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Note: The FY1995 state sales tax collections of \$574M are one-year prior to a \$40.8 M sales tax shift for school property tax relief. The 1995 (Levy Year) \$664.2M property taxes reflect the FY1996 \$40.8M reduction.

Source: Associated Taxpayers of Idaho. Idaho State Tax Commission

HCR23 – PROPERTY TAX/SYSTEM STUDY

Spells out a number of objectives for the 2005 Idaho interim legislative committee, including that the property tax structure recognize the modern economy and be poised to lead the state into the twenty-first century.

The resolution authorizes this fourteen-member committee to undertake and complete a study of the Idaho property tax structure in all of its aspects. The goal of the committee's recommendations will be to develop a strategy to implement a property tax structure over the succeeding years that is balanced in its application and effect. Also, that the structure encourages economic development, meets local governmental revenue needs and answers the concern over rising property values and property taxes.

The Legislative Council will determine Idaho House and Senate appointments to the committee and shall authorize the committee to receive input, advice and assistance from other interested parties who are not members of the legislature.

The committee co-chairs appointed by the Legislative Council may appoint non-legislative members of the committee. Non-legislative members will not have voting privileges regarding the committee's recommendations or proposed legislation. Committee findings, recommendations and proposed legislation will be reported to the next regular session of the legislature.

A longer term legislative fix, rather than a "band-aid" fix will most likely be pursued. If nothing is done, a citizen's property tax initiative is brewing.

One must also note that Idaho's Constitution, Article VII, Section 5, calls for "all taxes to be uniform upon the same class of subjects... as shall secure a just valuation for taxation of all property, real and personal: provided, that the legislature may allow such exemptions from taxation from time to time as shall seem necessary and just..."

Property tax proposals in the 2005 legislative session are listed below, but it is expected that this interim tax system study will be a great deal more comprehensive, thus considering all components of Idaho's tax system.

2005 PROPERTY TAX PROPOSALS

<http://www3.state.id.us/oasis/minidata.html>

H109 – County sponsored annual tax deferment program for 65+ age homestead owners for each annual property tax increase greater than 2%. **Contact: Rep. Leon Smith**

H275 – County sponsored property tax deferral for homestead owners who have lived in their home 10 contiguous years or more. **Contact: Rep. George Saylor**

H166 – Increasing the state paid, circuit breaker property tax relief program for lower income 65+ age homeowners and other qualified claimants such as widow(er) of any age, disabled, blind and others. H166 proposed increasing the qualifying homeowner family income from the current \$22,040 to a \$25,000 base and then allowing the annual cost of living adjustment to continue from the higher income base. (est. additional \$2.2 million state sales tax) **Contact: Rep. Wendy Jaquet**

H124 – Would provide an additional \$150,000 homestead (home & land) property value exemption for 70+ age homeowners, in addition to the current 50%/\$50,000 (whichever is less) home only exemption. **Contact: Rep. Shirley McKague**

H241 – Proposes increasing the current 50%/\$50,000 home owner exemption to a 50%/\$70,000 (whichever is less) homestead exemption, including 20% of the land. **Contact: Rep. Wendy Jaquet and Sen. Clint Stennett**

H242 – Would increase the home owner taxable value exemption from 50%/\$50,000 (whichever is less) to 50%/\$75,000 (whichever is less). **Contact: Rep. George Eskridge**

H243 – Proposes expanding the current 50%/\$50,000 homeowners (home only) exemption to a homestead (home and land) exemption for all homeowners. Also, for 65+ age homeowners and others qualified for the state circuit breaker, H243 proposes expanding the homeowners exemption to 50%/\$75,000, including the home and land. This would be offered to qualified circuit breaker applicants having income up to 150% of the qualifying income (i.e. \$22,040 X 150% = \$33,060). **Contact: Rep. Frank Henderson**

H279 – Property Tax, New Construction Growth factor Each year new construction value is included as a component in determining the maximum allowable property tax budgets of non-school taxing districts. In the five years 1999 – 2004 Idaho's property tax limitation laws still provided for average annual statewide property tax increases of 5.8%, a total 5-year increase of \$274.5 million. The taxable new construction value component accounted for nearly 33% of this increase. H279 would delete the value of new construction from the maximum allowable property tax budget law. **Contact: Rep. Mike Moyle**

H317 – Property Tax, New Construction Factor in Urban Renewal, Revenue Allocation Areas Each budget year new construction is tallied into the increment value within urban renewal, revenue allocation areas. This bill would remove the new construction or change of land use classification of new construction roll value (within urban renewal, revenue allocation areas) from the new construction roll amount used in determining maximum allowable property tax budgets of non-school taxing districts. **Contact: Rep. Mike Moyle**

May 25, 2005 Legislative Committee – HCR23:

Senator Shawn Keough, Sandpoint (Co-Chair)
Representative Dennis Lake, Blackfoot (Co-Chair)

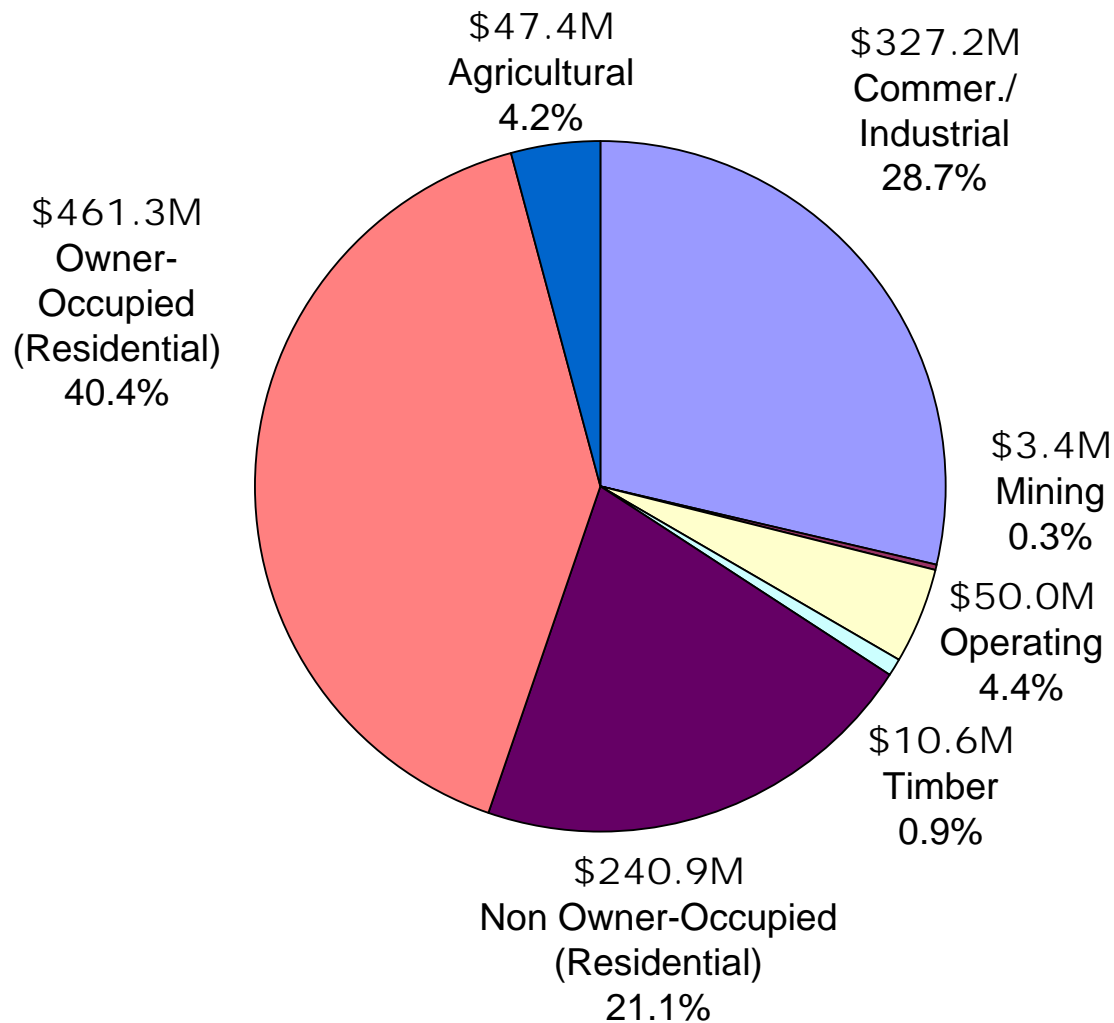
Senator Tim Corder, Mountain Home
Senator John Goedde, Coeur d'Alene
Senator David Langhorst, Boise
Senator Monty Pearce, New Plymouth
Senator Elliot Werk, Boise
Senator Brad Little, Emmett

Representative Eric Anderson, Sandpoint
Representative Gary Collins, Nampa
Representative Bill Deal, Nampa
Representative Wendy Jaquet, Ketchum
Representative Mike Moyle, Star
Representative George Sayler, Coeur d'Alene

Staff: Mike Nugent, Maureen Ingram, Jason Hancock, Toni Hobbs

LOCAL PROPERTY TAXES 2004 (Statewide)

WHERE FROM:

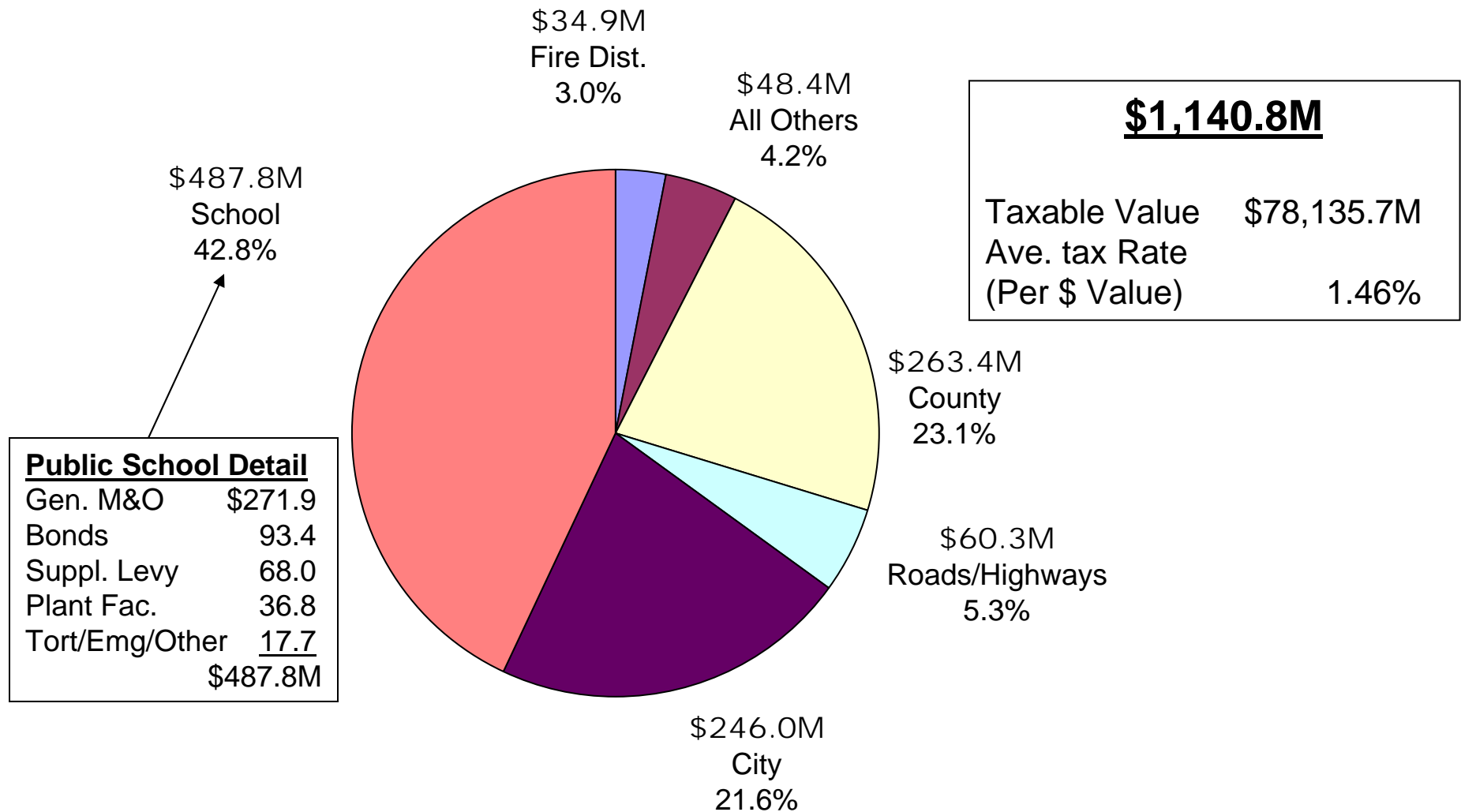


\$1,140.8M

Real	87.3%
Personal	8.3%
Operating	
(utilities) R	1.8%
P	<u>2.6%</u>
	100.0%

LOCAL PROPERTY TAXES 2004 (Statewide)

WHERE TO:



FIVE YEAR SUMMARY-

LOCAL PROPERTY TAX INCREASES

<u>STATEWIDE PROPERTY TAXES</u>		<u>PERCENT INCREASE</u>	<u>AMT. OF INCREASE</u>
1999 =	\$860.1 Million	+ 6.6%	
2000 =	\$914.0 Million	+ 6.3%	+ \$53.9M
*2001 =	\$948.4 Million	+ 3.8%	+ \$34.4M
2002 =	\$1,021.2 Million	+ 7.7%	+ \$72.8M
2003 =	\$1,081.1 Million	+ 5.9%	+ \$59.9M
2004 =	\$1,140.8 Million	+ 5.5%	<u>+ \$59.7M</u>
5-year, 1999 – 2004 Increase			\$280.7M
Less net anomalies/irregular incr. and decr. levies			<u>6.2M</u>
NET FIVE YEAR INCREASE =			\$274.5M

*After \$13.4M state paid agr. equip. property tax relief and \$6.0M Ada County property tax rebate.

GENERAL PROVISIONS ALLOWING FOR 1999 – 2004 LOCAL PROPERTY TAX INCREASES

	<u>FIVE-YEAR AMOUNT</u>	<u>% OF TOTAL INCREASE</u>
Counties, Cities, Other Non-School Dist. Provisions		
1. 3% Budget Increase	\$67.6M*	24.6%
2. Taxable New Construction value + Annexation Value (times the previous Year tax rate)	\$93.1M*	33.9%
3. Net Increase/decrease in non-school bond and voter approved levies	(\$4.1M)	(1.5%)
Public School District Provisions		
4. General 0.3% multiplier times prev. year's 12/31 taxable value (Boise S.D. is + 0.6%)	\$62.3M	22.7%
5. Net increase/decrease in local school bonds, plant facilities and suppl. levies	<u>\$55.6M</u>	<u>20.3%</u>
FIVE YEAR INCREASE	\$274.5M	100.0%

* Net combined \$14.2M “foregone amount” is not included in provisions 1 and 2, but can be recaptured in future maximum budget setting. The cumulative \$14.2M five-year amount is included in the statewide foregone balance of \$30.0M, which also can be levied in any future budget year.

SOURCE: Annual Market Value and Property Tax Reports. Idaho State Tax Commission. ATI Summary and Calculations.

EXAMPLE

1st YEAR – 2005 PROPERTY TAX SHIFT

(Proposed \$4.7 Billion Statewide Tax Exemption)

Addn'l Targeted Homeowners Ex.	BEFORE	EXEMP. IMPACT	AFTER
	<u>Est. Value</u>		<u>Est. Value</u>
Owner-Occupied Residential	\$34.1B	(\$4.7B)	\$29.4B
All Other Property	\$48.3B	N/A	\$48.3B
TOTAL VALUE	\$82.4B		\$77.7B
	<u>Est. Tax</u>		<u>Est. Tax</u>
Owner-Occupied Residential	\$533.8M	(\$43.6M)	\$490.2M
All Other Property	\$673.8M	+ 43.6M	\$717.4M
TOTAL TAX	\$1,207.6M		\$1,207.6M
	<u>Tax Rate</u>		<u>Tax Rate</u>
Owner-Occupied Residential	1.565%	+ 6.5%	1.6667%
All Other Property	1.394%	+ 6.5%	1.4846%
AVERAGE RATE	1.465%		1.5535%

Note: In the second and future years the exemption would continue and grow with qualified applicants. Also, beginning the second year, a property tax impact on the value driven public school M&O levy would be an estimated $\$4.7B \times 0.358\% = (\$16.8M)$. This property tax reduction would lessen the tax shift impact, but it would still continue.

EXAMPLES - 2004 PROPERTY TAX BUDGETS

(Does not include State, Federal or Fee Revenues)

	# of 2004 Tax Levy Districts		37		35		46
	COUNTY	% Change	ADA	% Change	BINGHAM	% Change	KOOTENAI
	County Taxable Value (September 2004)		\$21,888,673,044		\$1,211,453,700		\$7,528,170,197
1	Highest last 3 yrs. non-exempt budget		\$57,306,352		\$6,534,022		\$24,889,939
2	Above x 3%		\$1,719,191		\$196,021		\$746,698
	New Construction Value		\$873,994,109		\$22,730,590		\$261,269,555
	Previous year non-exempt rate		0.002747397		0.005226623		0.003652017
3	Product (New construction x rate)		\$2,401,209		\$118,804		\$954,161
4	Available Foregone Amount		\$1,807,240		\$731,579		\$847,717
* 5	Maximum Allowable Budget (row 1+2+3+4)	10.3%	\$63,233,992	16.0%	\$7,580,426	10.2%	\$27,438,515
6	Less Property Tax Replacement (ag. equip./option tax/other)		\$37,975		\$413,387		\$1,217,915
7	Maximum Allowable Budget For Levy	10.3%	\$63,196,017	9.7%	\$7,167,039	5.3%	\$26,220,600
8	Non-exempt budget taken	9.2%	\$62,594,612	-3.1%	\$6,331,813	5.3%	\$26,220,600
9	Plus Exempt Voter Approved		\$0		\$0		\$0
10	TOTAL PROPERTY TAX BUDGET (row 8+9)		\$62,594,612		\$6,331,813		\$26,220,600
	Carryover Unused Foregone (row 7-8)		\$601,405		\$835,226		\$0
	Current year non-exempt rate		0.002859680		0.005226622		0.003482997
	2003 Population	1.7%	325,151	1.3%	42,926	2.8%	117,481
	CITY		BOISE		BLACKFOOT		COEUR d'ALENE
	City Taxable Value (September 2004)		\$13,233,005,001		\$225,854,526		\$1,911,922,596
1	Highest last 3 yrs. non-exempt budget		\$71,691,836		\$2,422,654		\$9,872,224
2	Above x 3%		\$2,150,755		\$72,680		\$296,167
	New Construction Value		\$239,058,310		\$4,162,392		\$69,157,670
	Annexation Value		\$253,715,799		\$122,605		\$11,457,625
	Previous year non-exempt rate		0.005559237		0.011626734		0.005698830
3	Product (New constr. + Annex. x rate)		\$2,739,448		\$49,821		\$459,413
4	Available Foregone Amount		\$2,624		\$223,282		\$1,003,096
* 5	Maximum Allowable Budget (row 1+2+3+4)	6.8%	\$76,584,663	14.3%	\$2,768,436	17.8%	\$11,630,900
6	Less Property Tax Replacement (ag. equip./option tax/other)		\$1,303		\$1,345		\$461
7	Maximum Allowable Budget For Levy	6.8%	\$76,583,360	14.2%	\$2,767,091	17.8%	\$11,630,439
8	Non-exempt budget taken	6.8%	\$76,583,360	6.3%	\$2,575,000	7.7%	\$10,627,804
9	Plus Exempt Voter Approved		\$0		\$0		\$0
10	TOTAL PROPERTY TAX BUDGET (row 8+9)		\$76,583,360		\$2,575,000		\$10,627,804
	Carryover Unused Foregone (row 7-8)		\$0		\$192,091		\$1,002,635
	Current year non-exempt rate		0.005787299		0.011401145		0.00558699
	2003 Population	0.2%	190,117	1.1%	10,646	2.1%	37,262

PUBLIC SCHOOL DISTRICT EXAMPLES - 2004 PROPERTY TAX BUDGETS

(Does not include State, Federal or Fee Revenues) - but line 10 does

	PUBLIC SCHOOL DISTRICTS	% Change	BOISE S.D. #1	% Change	BLACKFOOT S.D. #55	% Change	CDA S.D. #271
	School District Taxable Value (September 2004)		\$13,033,253,557		\$504,002,132		\$4,306,709,132
1	Highest of last 3 yrs. tort, tuition funds		\$416,891		\$62,369		\$131,502
2	Plus 3% x Above		\$12,507		\$1,871		\$3,945
	New Construction Value		\$282,290,760		\$8,334,146		\$154,405,485
	Previous year tort, tuition rate		0.000032417		0.000130311		0.000034234
3	Product (New Const. x rate)		\$9,151		\$1,086		\$5,286
* 4	Max. Allowable Tort, Tuition Budget	5.2%	\$438,549	4.7%	\$65,326	7.0%	\$140,733
5	Tort, Tuition Property Tax Budget Taken	2.6%	\$427,730	4.7%	\$65,326	7.0%	\$140,733
1	Previous Year Maximum Allowable M&O Budget		\$86,275,744		\$1,521,138		\$12,070,869
	Actual or Adj. Prev. Yr. 12/31 Tax. Val.		\$12,685,026,898		\$516,763,106		\$4,372,253,698
	General M&O rate		0.00664167		0.003		0.003
2	Product (Previous year T.V. x M&O rate)	-2.3%	\$84,249,763	1.9%	\$1,550,289	8.7%	\$13,116,761
3	Less Property Tax Replacement (ag. equip./other)		\$5,484		\$42,134		\$3,762
* 4	Maximum Allowable Property Tax M&O Budget	-2.4%	\$84,244,279	-0.9%	\$1,508,155	8.6%	\$13,112,999
5	Plus Supplemental M&O (by voters)		\$10,708,000		\$975,000		\$5,065,550
6	Plus Plant Facility Building (by voters)						\$5,850,000
7	Plus Emergency (New Students Over Forecast)		\$0		\$0		\$980,263
8	Plus Bond (by voters)		\$8,080,617		\$1,165,717		\$1,931,077
9	TOTAL PROPERTY TAX (with tort, tuition levies)		\$103,460,626		\$3,714,198		\$27,080,622
	Current Year Total Tax Rate		0.007938204		0.007369406		0.006288008
10	Overall General M&O Amount (from L-2 Bdgt. Sheet)	2.5%	\$182,458,913	4.0%	\$21,191,631	9.3%	\$45,108,531
	Average Daily Attendance (A.D.A.)	-0.6%	24,555.97	0.7%	3,937.95	2.5%	9,182.24

Property Tax Relief---Considerations (not in priority order)

- 1) What is the property tax used for?
- 2) Who is paying for these local services?
- 3) Who should be paying for the services? And what tax/fee?
- 4) Which services are the most logical for property tax? Which are least?
- 5) Which taxing districts and services are the biggest share and increasing the most in growing areas? Which in slower growing areas? Which in recreational areas?
- 6) Is the need for property tax relief greater for senior homeowners, disabled, young families, renters, businesses/personal property owners, low income, all property taxpayers, higher growth areas, slower growth areas, etc.?
- 7) Are local property tax budgets growing too rapidly statewide or only in parts of Idaho?
- 8) What is happening with state and federal intergovernmental revenue sharing (state sales tax, liquor tax, fuels tax, PILT, NFS forest reserve funds, state paid public school funding, etc.)? And, are some areas more advantaged by these revenues than others?
- 9) What is happening with local service fees and growth in fee revenues?
- 10) What is happening with current local option (resort city and county) non-property tax revenues?
- 11) Is a short-term (band-aid) fix adequate or longer-term property tax relief effort?
- 12) What in Idaho's law allows property taxes to increase? (A.V. and budget)
- 13) What is happening with state paid property tax relief (circuit breaker program/agricultural personal property tax relief)?
- 14) New construction growth and overall taxable value trends and mix that is residential, commercial/industrial, other?
- 15) Do property tax deferral or reverse mortgage programs need more consideration?
- 16) Idaho compared to other property tax systems and property tax relief?
- 17) Will property tax relief improve the overall Idaho tax system and tax burden?
- 18) Is the ability to deduct property taxes for income tax itemizers a consideration?
- 19) Should Idaho remove any property tax exemptions?
- 20) Taxpayer expectations and recognizing fiscal reality (federal, state and local). Are we seeking too many governmental solutions, when we should be asking our elected officials to set priorities, say "no" and better manage expectations?

(Does not include State, Federal or Fee Revenues)

Note 1: Includes \$3,313,098 for Road and Bridge in previous budget year and \$3,329,351 in current year County Road & Bridge Levy with \$71,117,597 new construction roll value. This levy applies to most, but not all of Bonner County taxable value.				
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PUBLIC SCHOOL DISTRICT EXAMPLES - 2004 PROPERTY TAX BUDGETS

(Does not include State, Federal or Fee Revenues) - but line 10 does

	PUBLIC SCHOOL DISTRICTS	% Change	SALMON S.D. #291	% Change	BONNER S.D. #83	% Change	MTN HOME #193
	School District Taxable Value (September 2004)		\$369,589,886		\$910,729,868		\$684,559,696
1	Highest of last 3 yrs. tort, tuition funds		\$33,476		\$84,321		\$49,398
2	Plus 3% x Above		\$1,004		\$2,530		\$1,482
	New Construction Value		\$6,186,224		\$19,111,257		\$14,335,838
	Previous year tort, tuition rate		0.000091357		0.000101251		0.000075062
3	Product (New Const. x rate)		\$565		\$1,935		\$1,076
* 4	Max. Allowable Tort, Tuition Budget	4.7%	\$35,045	5.3%	\$88,786	5.2%	\$51,956
5	Tort, Tuition Property Tax Budget Taken	4.7%	\$35,045	3.0%	\$86,850	4.6%	\$51,659
1	Previous Year Maximum Allowable M&O Budget		\$1,070,747		\$2,614,132		\$1,963,713
	Actual or Adj. Prev. Yr. 12/31 Tax. Val.		\$390,847,445		\$937,360,464		\$689,278,680
	General M&O rate		0.003		0.003		0.003
2	Product (Previous year T.V. x M&O rate)	9.5%	\$1,172,542	7.6%	\$2,812,081	5.3%	\$2,067,836
3	Less Property Tax Replacement (ag. equip./other)		\$3,078		\$2,130		\$24,912
* 4	Maximum Allowable Property Tax M&O Budget	9.2%	\$1,169,464	7.5%	\$2,809,951	4.0%	\$2,042,924
5	Plus Supplemental M&O (by voters)		\$250,000		\$599,000		\$0
6	Plus Plant Facility Building (by voters)		\$120,000		\$0		\$792,670
7	Plus Emergency (New Students Over Forecast)		\$0		\$0		\$0
8	Plus Bond (by voters)		\$0		\$0		\$676,769
9	TOTAL PROPERTY TAX (with tort, tuition levies)		\$1,574,509		\$3,495,801		\$3,564,022
	Current Year Total Tax Rate		0.004260151		0.003838460		0.005206298
10	Overall General M&O Amount (from L-2 Bdgt. Sheet)	-1.8%	\$5,467,689	-0.3%	\$7,521,349	5.3%	\$2,067,836
11	Plus Special Revenue Funds (from L-2)					-4.5%	\$7,121,309
12	Total (Line 10 + 11)					-2.7%	\$9,189,145
	Average Daily Attendance (A.D.A.)	-4.0%	988.11	2.0%	1,443.23	-3.3%	4,087.64

(Does not include State, Federal or Fee Revenues)

Note 1: Includes over \$200,000 for Road and Bridge in previous budget year and \$339,479 in current year County Road and Bridge with \$11,074,595 new construction roll value. This levy applies to over half of Payette County taxable value.				
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PUBLIC SCHOOL DISTRICT EXAMPLES - 2004 PROPERTY TAX BUDGETS

(Does not include State, Federal or Fee Revenues) - but line 10 does

	PUBLIC SCHOOL DISTRICTS	% Change	PAYETTE S.D. # 371	% Change	NAMPA S.D. # 131	% Change	BLAINE S.D. #61
	School District Taxable Value (September 2004)		\$286,317,097		\$2,259,273,630		\$8,120,193,303
1	Highest of last 3 yrs. tort, tuition funds		\$32,039		\$210,551		\$62,013
2	Plus 3% x Above		\$961		\$6,317		\$1,860
	New Construction Value		\$3,830,246		\$117,557,564		\$125,197,090
	Previous year tort, tuition rate		0.000115145		0.000098410		0.000009130
3	Product (New Const. x rate)		\$441		\$11,569		\$1,143
* 4	Max. Allowable Tort, Tuition Budget	4.4%	\$33,441	8.5%	\$228,437	4.8%	\$65,016
5	Tort, Tuition Property Tax Budget Taken	0.0%	\$32,039	8.5%	\$228,437	4.8%	\$65,016
1	Previous Year Maximum Allowable M&O Budget		\$842,983		\$6,138,307		\$19,432,302
	Actual or Adj. Prev. Yr. 12/31 Tax. Val.		\$278,585,998		\$2,140,053,947		\$7,997,437,711
	General M&O rate		0.003		0.003		0.003
2	Product (Previous year T.V. x M&O rate)	-0.9%	\$835,758	4.6%	\$6,420,162	23.5%	\$23,992,313
3	Less Property Tax Replacement (ag. equip./other)		\$5,444		\$48,607		\$11,322
* 4	Maximum Allowable Property Tax M&O Budget	-1.5%	\$830,314	3.8%	\$6,371,523	23.4%	\$23,980,991
4a	Property Tax Budget Levied					13.5%	\$22,056,649
5	Plus Supplemental M&O (by voters)		\$0		\$0		\$2,600,000
6	Plus Plant Facility Building (by voters)		\$0		\$0		\$4,000,000
7	Plus Emergency (New Students Over Forecast)		\$0		\$892,725		\$0
8	Plus Bond (by voters)		\$909,012		\$7,815,000		\$1,813,462
9	TOTAL PROPERTY TAX (with tort, tuition levies)		\$1,771,365		\$15,307,685		\$30,535,127
	Current Year Total Tax Rate		0.006186725		0.006775489		0.003760394
10	Overall General M&O Amount (from L-2 Bdgt. Sheet)	2.5%	\$9,134,957	12.0%	\$60,127,665	13.4%	\$37,858,250
	Average Daily Attendance (A.D.A.)	-1.3%	1,725.30	4.5%	12,241.31	5.2%	3,023.36

(Does not include State, Federal or Fee Revenues)

# of 2004 Tax Levy Districts		18	37	29		
COUNTY	% Change	JEROME	% Change	TWIN FALLS	% Change	BONNEVILLE
County Taxable Value (September 2004)		\$765,346,332		\$2,747,455,803		\$3,487,583,300
1	Highest last 3 yrs. non-exempt budget	\$3,723,874		\$11,263,709		\$13,751,635
2	Above x 3%	\$111,716		\$337,911		\$412,549
New Construction Value		\$14,000,324		\$82,436,102		\$159,353,077
Previous year non-exempt rate		0.004629271		0.004117672		0.004172228
3	Product (New construction x rate)	\$64,811		\$339,445		\$664,857
4	Available Foregone Amount	\$3,351		\$0		\$3,567,348
* 5	Maximum Allowable Budget (row 1+2+3+4)	4.8% \$3,903,752	6.0%	\$11,941,065	33.8%	\$18,396,389
6	Less Property Tax Replacement (ag. equip./option tax/other)	\$201,109		\$263,998		\$191,843
7	Maximum Allowable Budget For Levy	-0.6% \$3,702,643	3.7%	\$11,677,067	32.4%	\$18,204,546
8	Non-exempt budget taken	-0.6% \$3,702,299	3.7%	\$11,677,067	6.1%	\$14,597,295
9	Plus Exempt Voter Approved	\$0		\$0		\$560,000
10	TOTAL PROPERTY TAX BUDGET (row 8+9)	\$3,702,299		\$11,677,067		\$15,157,295
Carryover Unused Foregone (row 7-8) (Jerome = row 5-1)		Note 1 \$179,878		\$0		\$3,607,251
Current year non-exempt rate		0.004837416		0.004250138		0.004185504
2003 Population		1.3% 18,913	2.5%	67,082	2.2%	87,007
CITY		JEROME		TWIN FALLS		IDAHO FALLS
City Taxable Value (September 2004)		\$201,166,085		\$1,330,378,277		\$2,102,788,848
1	Highest last 3 yrs. non-exempt budget	\$1,647,493		\$9,208,316		\$18,496,040
2	Above x 3%	\$49,425		\$276,249		\$554,881
New Construction Value		\$3,797,502		\$43,331,335		\$76,191,604
Annexation Value		\$0		\$0		\$3,232,258
Previous year non-exempt rate		0.007844109		0.007128807		0.009366159
3	Product (New constr. + Annex. x rate)	\$29,788		\$308,901		\$743,897
4	Available Foregone Amount	\$505,726		\$1,026,529		\$863,421
* 5	Maximum Allowable Budget (row 1+2+3+4)	35.5% \$2,232,432	17.5%	\$10,819,995	11.7%	\$20,658,239
6	Less Property Tax Replacement (ag. equip./option tax/other)	\$1,658		\$1,073		\$1,461
7	Maximum Allowable Budget For Levy	35.4% \$2,230,774	17.5%	\$10,818,922	11.7%	\$20,656,778
8	Non-exempt budget taken	-1.1% \$1,628,898	5.9%	\$9,750,997	2.1%	\$18,887,282
9	Plus Exempt Voter Approved	\$0		\$250,000		\$0
10	TOTAL PROPERTY TAX BUDGET (row 8+9)	\$1,628,898		\$10,000,997		\$18,887,282
Carryover Unused Foregone (row 7-8) (Jerome = row 5-1)		Note 1 \$584,939		\$1,067,925		\$1,769,496
Current year non-exempt rate		0.008097279		0.007517408		0.008982015
2003 Population		1.5% 8,039	3.1%	36,742	0.8%	51,507
Note 1: Because the 2004 non-exempt property tax budget was less than the highest approved non-exempt property tax budget for the past 3 years the foregone amount is calculated by subtracting the amount in row 1 from the amount in row 5. Since the foregone amount is only for the unused increase, you subtract the highest non-exempt property tax budget of the last 3 years (line 1) from the maximum allowable property tax budget (line 5).						

PUBLIC SCHOOL DISTRICT EXAMPLES - 2004 PROPERTY TAX BUDGETS

(Does not include State, Federal or Fee Revenues) - but line 10 does

	PUBLIC SCHOOL DISTRICTS	% Change	JEROME S.D. # 261	% Change	TWIN FALLS S.D. #411	% Change	IDAHO FALLS S.D. #91
	School District Taxable Value (September 2004)		\$614,809,099		\$1,731,169,734		\$2,016,591,148
1	Highest of last 3 yrs. tort, tuition funds		\$45,977		\$109,887		\$140,000
2	Plus 3% x Above		\$1,379		\$3,297		\$4,200
	New Construction Value		\$10,136,646		\$64,963,118		\$71,913,438
	Previous year tort, tuition rate		0.000074377		0.000065878		0.000074282
3	Product (New Const. x rate)		\$754		\$4,280		\$5,342
* 4	Max. Allowable Tort, Tuition Budget	4.6%	\$48,110	6.9%	\$117,463	6.8%	\$149,542
5	Tort, Tuition Property Tax Budget Taken	4.6%	\$48,107	6.9%	\$117,463	5.7%	\$148,000
1	Previous Year Maximum Allowable M&O Budget		\$1,805,685		\$5,405,380		\$5,380,499
	Actual or Adj. Prev. Yr. 12/31 Tax. Val.		\$647,824,507		\$1,827,909,802		\$2,144,133,098
	General M&O rate		0.003		0.003		0.003
2	Product (Previous year T.V. x M&O rate)	7.6%	\$1,943,474	1.4%	\$5,483,729	19.6%	\$6,432,399
3	Less Property Tax Replacement (ag. equip./other)		\$94,704		\$13,296		\$122,209
* 4	Maximum Allowable Property Tax M&O Budget	2.4%	\$1,848,770	1.2%	\$5,470,433	17.3%	\$6,310,190
5	Plus Supplemental M&O (by voters)		\$650,000				\$6,800,000
6	Plus Plant Facility Building (by voters)		\$250,000		\$650,638		\$2,116,800
7	Plus Emergency (New Students Over Forecast)		\$0		\$518,421		\$0
8	Plus Bond (by voters)		\$278,841		\$1,300,000		\$1,300,000
9	TOTAL PROPERTY TAX (with tort, tuition levies)		\$3,075,718		\$8,056,955		\$16,674,990
	Current Year Total Tax Rate		0.005002720		0.004654053		0.008268900
10	Overall General M&O Amount (from L-2 Bdgt. Sheet)	2.9%	\$13,900,031	5.2%	\$34,555,545	4.2%	\$58,349,214
	Average Daily Attendance (A.D.A.)	3.1%	2,907.01	0.9%	6,657.74	-0.6%	9,844.21

(Does not include State, Federal or Fee Revenues)

Note 1: Includes over \$1,000,000 for Road and Bridge in previous year and \$1,111,907 in current year County Road & Bridge with \$16,108,569 new construction roll value. This levy applies to nearly all of Nez Perce County taxable value.

(Does not include State, Federal or Fee Revenues) - but line 10 does

		%		%	MCCALL/DONNELLY	%	
	PUBLIC SCHOOL DISTRICTS	Change	LEWISTON S.D. #340	Change	S.D. #421	Change	POCATELLO S.D. #25
	School District Taxable Value (September 2004)		\$1,719,627,150		\$1,545,120,705		\$2,110,224,617
1	Highest of last 3 yrs. tort, tuition funds		\$71,000		\$34,508		\$209,467
2	Plus 3% x Above		\$2,130		\$1,035		\$6,284
	New Construction Value		\$14,238,613		\$83,276,872		\$38,891,332
	Previous year tort, tuition rate		0.000041387		0.000026572		0.000076204
3	Product (New Const. x rate)		\$589		\$2,212		\$2,964
* 4	Max. Allowable Tort, Tuition Budget	3.8%	\$73,719	9.4%	\$37,755	4.4%	\$218,715
5	Tort, Tuition Property Tax Budget Taken	0.0%	\$71,000	9.4%	\$37,755	-8.0%	\$192,777
1	Previous Year Maximum Allowable M&O Budget		\$5,519,327		\$4,149,167		\$5,907,147
	Actual or Adj. Prev. Yr. 12/31 Tax. Val.		\$1,800,274,663		\$1,492,891,160		\$2,088,424,090
	General M&O rate		0.003		0.003		0.003
2	Product (Previous year T.V. x M&O rate)	-2.1%	\$5,400,823	7.9%	\$4,478,673	6.1%	\$6,265,272
3	Less Property Tax Replacement (ag. equip./other)		\$19,463		\$875		\$11,631
* 4	Maximum Allowable Property Tax M&O Budget	-2.5%	\$5,381,360	7.9%	\$4,477,798	5.9%	\$6,253,641
5	Plus Supplemental M&O (by voters)		\$9,069,313		\$0		\$5,000,000
6	Plus Plant Facility Building (by voters)		\$0		\$0		\$2,894,063
7	Plus Emergency (New Students Over Forecast)		\$0		\$147,528		\$0
8	Plus Bond (by voters)		\$0		\$626,795		\$2,673,517
9	TOTAL PROPERTY TAX (with tort, tuition levies)		\$14,521,673		\$5,289,876		\$17,013,998
	Current Year Total Tax Rate		0.008444664		0.003423601		0.008062648
10	Overall General M&O Amount (from L-2 Bdgt. Sheet)	0.7%	\$24,810,082	-6.7%	\$7,498,482	3.5%	\$58,220,893
	Average Daily Attendance (A.D.A.)	-1.6%	4,735.59	-2.2%	898.73	1.0%	11,400.11

(Does not include State, Federal or Fee Revenues)

Note 1: Includes over \$400,000 for Road and Bridge in previous budget year and \$340,160 in current year County Road and Bridge. This levy applies to all of Gem County taxable value.						
Note 2: Includes over \$175,000 for Road and Bridge in previous budget year and \$80,715 in current year County Road and Bridge. This levy applies to over 70% of Clearwater County taxable value.						

PUBLIC SCHOOL DISTRICT EXAMPLES - 2004 PROPERTY TAX BUDGETS

(Does not include State, Federal or Fee Revenues) - but line 10 does

	PUBLIC SCHOOL DISTRICTS	% Change	GEM S.D. #221	% Change	MERIDIAN S.D. #002	% Change	CLEARWATER S.D. #171
	School District Taxable Value (September 2004)		\$595,608,565		\$8,280,210,491		\$417,056,958
1	Highest of last 3 yrs. tort, tuition funds		\$65,770		\$309,000		\$35,411
2	Plus 3% x Above		\$1,974		\$9,270		\$1,062
	New Construction Value		\$23,399,077		\$550,177,224		\$2,237,766
	Previous year tort, tuition rate		0.000119298		0.000041250		0.000084202
3	Product (New Const. x rate)		\$2,791		\$22,695		\$188
* 4	Max. Allowable Tort, Tuition Budget	7.2%	\$70,535	4.7%	\$340,965	7.0%	\$36,661
5	Tort, Tuition Property Tax Budget Taken	3.0%	\$67,743	4.7%	\$340,960	7.0%	\$36,661
1	Previous Year Maximum Allowable M&O Budget		\$1,522,493		\$19,983,994		\$1,295,264
	Actual or Adj. Prev. Yr. 12/31 Tax. Val.		\$553,089,925		\$7,475,514,971		\$421,824,734
	General M&O rate		0.003		0.003		0.003
2	Product (Previous year T.V. x M&O rate)	9.0%	\$1,659,270	12.2%	\$22,426,544	-2.3%	\$1,265,474
3	Less Property Tax Replacement (ag. equip./other)		\$34,253		\$26,074		\$9,287
* 4	Maximum Allowable Property Tax M&O Budget	6.7%	\$1,625,017	12.1%	\$22,400,470	-3.0%	\$1,256,087
5	Plus Supplemental M&O (by voters)		\$0		\$0		\$959,000
6	Plus Plant Facility Building (by voters)		\$0		\$7,500,000		\$0
7	Plus Emergency (New Students Over Forecast)		\$34,524		\$4,968,126		\$0
8	Plus Bond (by voters)		\$1,070,000		\$20,191,956		\$0
9	TOTAL PROPERTY TAX (with tort, tuition levies)		\$2,797,284		\$55,401,512		\$2,251,748
	Current Year Total Tax Rate		0.004696514		0.006690833		0.005399138
10	Overall General M&O Amount (from L-2 Bdgt. Sheet)	0.1%	\$14,356,560	4.8%	\$129,455,260	-3.7%	\$7,451,591
	Average Daily Attendance (A.D.A.)	-0.3%	2,796.65	3.8%	25,799.96	-1.4%	1,283.40